

**TRANSPAC INDUSTRIAL HOLDINGS LIMITED**

(“TIH” or the “Company”)

Incorporated in the Republic of Singapore

Company Registration Number : 199400941K

**ANNOUNCEMENT – USE OF PROCEEDS FROM RIGHTS ISSUE & EXERCISE OF WARRANTS**

The Board of Directors of Transpac Industrial Holdings Limited wishes to announce that approximately an additional sum of S\$22.51 million from the gross proceeds arising from the Rights Issue and exercise of warrants have been used for the following purposes :-

1. approximately S\$6.64 million for the acquisition of some limited partnerships’ interests in private equity funds managed by Transpac Capital Pte Ltd, the Investment Manager.
2. approximately S\$7.79 million investment via a subparticipation agreement with Black Pearl Enterprise Limited.
3. approximately S\$8.08 million loan to Foodstar Holdings Pte Ltd as working capital.

Further to our announcement of 26 May 2009, to date TIH has utilized a total of S\$42.51 million of the gross proceeds of S\$86.69 million (as at 16 September 2010) raised from the Rights Issue and Warrants exercise (as defined in TIH’s Offer Information Statement dated 14 April 2009).

The above uses of proceeds are in accordance with the intended use stated in the Company’s Circular dated 12 March 2009 in relation to the Rights cum Warrants Issue.

The Company will continue to make periodic announcements via SGXnet upon utilization of the remaining proceeds from the Rights Issue and Warrants exercise as and when the funds are materially disbursed.

BY ORDER OF THE BOARD OF DIRECTORS

Cheong Kok Yew (Stanley)

Director

16 September 2010